

Department of Social and Health Services

DP Code/Title: M2-8U Utility Rate Adjustments

Program Level - 020 Juvenile Rehabilitatn Admin

Budget Period: 2003-05 Version: B2 020 2003-05 2004 Sup-Agency Req

Recommendation Summary Text:

This step requests funding to reflect the increases in utility costs from known utility rate increases for electric, natural gas, water, sewage, and other services. Statewide result number 5.

Fiscal Detail:

Operating Expenditures

	<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Overall Funding			
001-1 General Fund - Basic Account-State	47,000	149,000	196,000
Total Cost	47,000	149,000	196,000

Staffing

Package Description:

Juvenile Rehabilitation Administration (JRA) institutions are affected by utility rate increases approved for vendors by the Washington State Utilities and Transportation Commission (WUTC), and costs passed on by the Bonneville Power Administration (BPA). Echo Glen Children's Center, Maple Lane School, Green Hill Training School, Naselle Youth Camp and state community facilities will be impacted by electricity and natural gas rate increases. Planned and proposed increases by the WUTC and BPA in Fiscal Year 2004 range from 2.2 percent to 15 percent.

Utility costs are the amounts spent directly on heating, cooling, and lighting; state owned and/or leased facilities not obtained through the Department of General Administration, where energy costs are not included as part of the monthly lease payments. Utility costs also include the amounts spent for water, sewer, and garbage.

Narrative Justification and Impact Statement

How contributes to strategic plan:

Contributes to the agency balanced scorecard goal of: 1) Clients are safe from abuse or neglect; 2) Clients maintain or improve their health; and 3) DSHS accounts for its use of public dollars.

Performance Measure Detail

Goal: 01Z DSHS Accounts for Its Use of Public Dollars

No measures submitted for package

Incremental Changes

FY 1

FY 2

Reason for change:

This request is in response to known utility rate increases for electrical, natural gas, water, sewage, and other services.

Impact on clients and services:

This funding will allow the department to maintain the current level of service. Utility costs are an integral component of the cost of providing basic living services to our institutional staff and clients.

Impact on other state programs:

Other department programs with leases are impacted but those costs are usually covered by lease agreements.

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Relationship to capital budget:

Not applicable

Required changes to existing RCW, WAC, contract, or plan:

Not applicable

Alternatives explored by agency:

No alternatives were explored, as these costs will be paid as a fixed cost of doing business. Programmatic areas will need to be reduced to meet these business expenses.

Budget impacts in future biennia:

The cost carries forward into the 2005-07 Biennium at the second year level (Fiscal Year 2005).

Distinction between one-time and ongoing costs:

These are ongoing costs.

Effects of non-funding:

The agency will need to pay the incurred utility costs regardless of funding. Non-funding will result in the further erosion of the ability of the agency to serve clients and maintain fiscal integrity.

Expenditure Calculations and Assumptions:

See attachment - AW M2-8U Utility Rate Adjustments.xls

<u>Object Detail</u>	<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Overall Funding			
E Goods And Services	47,000	149,000	196,000

DSHS Source Code Detail

Overall Funding	<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Fund 001-1, General Fund - Basic Account-State			
<u>Sources</u> <u>Title</u>			
0011 General Fund State	47,000	149,000	196,000
Total for Fund 001-1	47,000	149,000	196,000
Total Overall Funding	47,000	149,000	196,000